### UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

# MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109<sup>th</sup> Congress <sup>1</sup>

[Date approved: November 29, 2005]<sup>2</sup>

Bill No. and sponsor: H.R. 2770 (Mr. Wm. Lacy Clay of Missouri).
Proponent name, location: Sensient Technologies, St. Louis, MO.
Other bills on product (109th Congress only): None.
Nature of bill: Extension of temporary duty suspension through December 31, 2009.
Retroactive effect: None.
Suggested article description(s) for enactment (including appropriate HTS subheading(s)):
2-Amino-6-nitrophenol-4-sulfonic acid (CAS No. 96-93-5) (provided for in subheading 2922.29.60).
<ul> <li>Check one: X No change to HTS heading 9902.02.37 is suggested.</li> <li>Different from that in bill as introduced (see Technical comments section).</li> </ul>
Product information including uses/applications and source(s) of imports.

#### Product information, including uses/applications and source(s) of imports:

2-Amino-6-nitrophenol-4-sulfonic acid is a synthetic organic chemical used as an intermediate in the production of industrial dyes. The proponent imports the product from India and China.

Industry analyst preparing report: Philip Stone (202-205-3424); Tariff Affairs contact: David Michels (202-205-3440).

<sup>&</sup>lt;sup>2</sup> Access to an electronic copy of this memorandum is available at <a href="http://usitc.gov/tata/hts/other/rel\_doc/bill\_reports/index.htm">http://usitc.gov/tata/hts/other/rel\_doc/bill\_reports/index.htm</a>.

#### **Estimated effect on customs revenue:**

HTS subheading: <u>2922.29.60</u>									
	2005	2006	2007	2008	2009				
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%				
Estimated value <i>dutiable</i> imports	\$25,000	\$27,000	\$30,000	\$30,000	\$30,000				
Customs revenue loss <u>1</u> /	\$1,625	\$1,755	\$1,950	\$1,950	\$1,950				

<sup>1/</sup> The estimated Customs revenue loss for 2005 and 2006 results from a duty suspension under HTS heading 9902.02.37 that expires on December 31, 2006. Source of estimated dutiable import data: Industry estimates.

#### Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date contacted	US production of same or competitive product claimed?	Submission attached?	Opposition noted?
		(Yes/No)		
Sensient Technologies (Proponent) Jim DeLisi, 908-332-8440	09/14/2005	No	No	No
BASF Functional Polymers Bus. Group Joseph C. Breunig, Fax: 704-587-7903	09/20/2005	No	No	No
Bayer Corporation Karen Niedermeyer, Fax: 412-777-4740	09/20/2005	No	No	No
ColorChem Steve Printz, Fax: 770-993-4780	09/20/2005	No	No	No
Color Resources International Inc. Wayne Jones, Fax: 864-862-6824	09/20/2005	No	No	No
CPMA Larry Robinson, Fax: 703-684-1795	09/20/2005	No	No	No
Day-Glo Richard Thornton, Fax: 216-391-1408	09/20/2005	No	No	No
DyStar L.P. Van Hawkins, Fax: 704-561-3005	09/20/2005	No	No	No

ETAD North America Tucker Helms, Fax: 202-296-8120	09/20/2005	No	No	No
Everlight USA, Inc. Scott Chen, Fax: 704-588-0051	09/20/2005	No	No	No
LANXESS Corporation Jamie B. Schaeffer, Fax: 412-809-3614	09/27/2005	No	No	No
Milliken Ray Sanders, Fax: 864-503-1618	09/20/2005	No	No	No
Nation Ford Chemical Co. John Dickson, Fax: 803-548-2683	09/20/2005	No	No	No
Noveon Tom Dirmyer, Fax: 216-447-5720	09/20/2005	No	No	No
Passaic Color John Wojciechowski, Fax: 973-279-3175	09/20/2005	No	No	No
Rohm & Haas Steven Volger, Fax: 215-592-2550	09/20/2005	No	No	No
United Color Tom Nowakowski, Fax: 215-860-8560	09/20/2005	No	No	No

**Technical comments:**<sup>3</sup> None.

The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.

#### 109TH CONGRESS 1ST SESSION

## H. R. 2770

To extend the temporary suspension of duty on 2 amino 6 nitro phenol 4 sulfonic acid.

#### IN THE HOUSE OF REPRESENTATIVES

June 7, 2005

Mr. Clay introduced the following bill; which was referred to the Committee on Ways and Means

### A BILL

To extend the temporary suspension of duty on 2 amino 6 nitro phenol 4 sulfonic acid.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. 2 AMINO 6 NITRO PHENOL 4 SULFONIC ACID.
- 4 (a) In General.—Heading 9902.02.37 of the Har-
- 5 monized Tariff Schedule of the United States (relating to
- 6 2 amino 6 nitro phenol 4 sulfonic acid) is amended by
- 7 striking "12/31/2006" and inserting "12/31/2009".
- 8 (b) Effective Date.—The amendment made by
- 9 subsection (a) applies to goods entered, or withdrawn from

- 1 warehouse for consumption, on or after the 15th day after
- 2 the date of enactment of this Act.

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